

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2003

	January-03				December-02				September-02				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Allocation				Allocation				Allocation							
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
AllianceBernstein	52,697	1.8%	2.3%	-2.36%	53,956	1.9%	2.3%	2.89%	52,431	1.9%	2.3%	-13.54%	-13.14%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-2.43%				7.15%				-15.05%	-11.18%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																
LSV	58,917	2.1%	2.3%	-2.66%	60,515	2.1%	2.3%	6.53%	56,818	2.1%	2.3%	-18.60%	-15.59%	2.41%	5.40%	N/A
Russell 1000 Value				-2.42%				9.22%				-18.77%	-13.43%	-8.96%	-2.92%	N/A
<i>S&P 500 Index</i>																
State Street	274,473	9.6%	10.5%	-2.62%	281,869	9.9%	10.5%	8.41%	259,992	9.4%	10.5%	-17.26%	-12.65%	-18.03%	-9.27%	3.58%
S&P 500				-2.62%				8.44%				-17.28%	-12.65%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	386,087	13.5%	15.0%	-2.60%	396,340	13.9%	15.0%	7.34%	369,241	13.4%	15.0%	-16.96%	-13.17%	-16.89%	-8.30%	3.74%
S&P 500				-2.62%				8.44%				-17.28%	-12.65%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	131,834	4.6%	5.0%	-2.62%	135,346	4.7%	5.0%	4.91%	129,017	4.7%	5.0%	-19.31%	-17.57%	-11.77%	N/A	N/A
Russell 2000 + 200bp				-2.60%				6.68%				-20.97%	-17.88%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	131,834	4.6%	5.0%	-2.62%	135,346	4.7%	5.0%	4.91%	129,017	4.7%	5.0%	-19.31%	-17.57%	-11.69%	2.22%	4.32%
Russell 2000				-2.77%				6.16%				-21.40%	-18.86%	-8.59%	1.67%	4.44%
CONVERTIBLES																
TCW	293,000	10.3%	10.0%	1.33%	289,079	10.1%	10.0%	8.15%	267,292	9.7%	10.0%	-10.05%	-1.43%	-20.37%	-2.22%	N/A
First Boston Convertible Index				2.58%				9.83%				-8.47%	3.12%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				N/A				N/A				N/A	N/A	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				N/A				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				N/A				N/A				N/A	N/A	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	771,943	27.0%	25.0%	0.85%	763,992	26.8%	25.0%	2.96%	733,279	26.6%	25.0%	3.51%	7.48%	8.36%	8.53%	7.80%
Lehman Aggregate				0.09%				1.57%				4.58%	6.31%	8.62%	8.10%	7.57%
<i>Index</i>																
Bank of ND	405,513	14.2%	15.0%	0.04%	405,275	14.2%	15.0%	1.65%	410,753	14.9%	15.0%	5.96%	7.74%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	405,513	14.2%	15.0%	0.04%	405,275	14.2%	15.0%	1.65%	410,753	14.9%	15.0%	5.96%	7.74%	8.14%	7.66%	7.30%
Lehman Gov/Credit				0.00%				1.73%				5.70%	7.52%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																
Strong	308,584	10.8%	10.0%	0.36%	307,316	10.8%	10.0%	4.48%	290,730	10.6%	10.0%	3.08%	8.08%	N/A	N/A	N/A
Lehman US Credit BAA				0.54%				4.59%				2.70%	8.00%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,486,040	52.1%	50.0%	0.00%	1,476,583	51.7%	50.0%	2.89%	1,434,763	52.1%	50.0%	4.11%	7.68%	7.55%	7.88%	7.42%
Lehman Gov/Credit				0.00%				1.73%				5.70%	7.52%	8.24%	7.86%	7.47%
CASH EQUIVALENTS																
Bank of ND	557,128	19.5%	20.0%	0.12%	556,615	19.5%	20.0%	0.41%	554,810	20.1%	20.0%	0.48%	1.01%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%				0.43%				0.45%	0.98%	2.63%	4.68%	4.84%
TOTAL RISK MANAGEMENT FUND	2,854,088	100.00%	100.00%	-0.33%	2,853,964	100.00%	100.00%	3.59%	2,755,122	100.00%	100.00%	-2.34%	0.84%	-2.68%	0.05%	3.24%
POLICY TARGET BENCHMARK				-0.26%				3.61%				-1.82%	1.47%	0.31%	1.44%	4.45%

NOTE: Monthly returns and market values are preliminary and subject to change.